

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE EASTERN DISTRICT OF NORTH CAROLINA
RALEIGH DIVISION

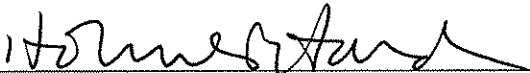
IN RE:)	
)	
INTERNATIONAL HERITAGE, INC.)	CASE NO. 98-02675-5-ATS
)	CHAPTER 7
)	
)	
Debtor.)	

SEVENTH INTERIM APPLICATION FOR PAYMENT
OF ACCOUNTANT'S FEES AND EXPENSES

NOW COMES Holmes P. Harden, Trustee in the above-referenced case, and applies to the Court for authority to pay Adams, Martin & Associates, PA interim accountant's fees and expenses in the amount of Two Thousand Four Hundred Ninety-Two and 60/100 (\$2,492.60) representing compensation in the amount of \$2,178.00 and reimbursement of necessary expenses in the amount of \$110.50 for services rendered from December 6, 2006 through November 30, 2007. A copy of the accountant's bill is attached to this Application along with biographical information for each accountant rendering the services. In the opinion of the Trustee, such interim accountant's fees and expense reimbursement are reasonable and just.

The Court entered an order on February 5, 2009 allowing accountant's six interim compensation for services rendered from December 1, 2007 through November 30, 2008. The above referenced interim fees were not included in the application for services rendered from December 6, 2006 through November 30, 2007.

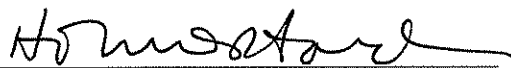
Respectfully submitted, this 17th day of February, 2009.


Holmes P. Harden

Trustee for Debtor
N. C. State Bar No. 9835
3200 Beechleaf Court
Post Office Drawer 19764
Raleigh, North Carolina 27619
Telephone: (919) 981-4000

CERTIFICATE OF SERVICE

I, Holmes P. Harden, Trustee for International Heritage, Inc., do hereby certify that the Seventh Interim Application for Payment of Accountant's Fees and Expenses, hereto attached, was served upon the parties listed below by mailing a copy thereof to each such party at the address indicated below with its proper postage attached and deposited in an official depository under the exclusive care and custody of the United States Post Office in Raleigh, North Carolina, on the 17th day of February, 2009.

By: 
Holmes P. Harden
Trustee for Debtor
N. C. State Bar No. 9835
3200 Beechleaf Court
Post Office Drawer 19764
Raleigh, North Carolina 27619
Telephone: (919) 981-4000

SERVED:

Marjorie K. Lynch
Bankruptcy Administrator
Post Office Box 3758
Wilson, NC 27895

Craig Adams
Adams, Martin & Associates, PA
3801 Barrett Drive, Ste. 201
Raleigh, NC 27609

Terri Gardner
Attorney for Debtor
Poyner & Spruill, LLP
P. O. Drawer 10096
3600 Glenwood Avenue
Raleigh, NC 27605-0096

ADAMS, MARTIN & Associates PA

Tax and Financial Consultants

3801 Barrett Drive, Suite 201 / Raleigh, NC 27609 / 919.781.3581 / Fax: 919.881.0611 / www.amacpa.com

International Heritage, Inc
c/o Mr. Holmes Harden, Trustee
P O Drawer 19764
Raleigh, NC 27619

Invoice Date: December 31, 2007
Invoice Number: 00203226
Client Number: 9002 007

For professional services rendered:

Professional services rendered for the period December 6, 2006 through November 30, 2007 for the following:

Preparation of 2006 Federal Form 7004 and North Carolina Form D-410P, Applications for Extensions of Time for Filing the Estate Tax Returns for International Heritage, Inc..

Preparation of the 2006 Corporate Federal and North Carolina Income Tax Returns.

See attached billing summary and detail.

Chapter 7 was filed on November 25, 1998.

Order to employ Adams, Martin & Associates, PA as Certified Public Accountants was authorized on January 8, 1999.

Payment is requested upon Bankruptcy Court approval of fees.

Total Invoice Amount \$2,492.60

Summary of Time & Expenses by Staff & by Project

International Heritage Inc

	<u>Hours</u>	<u>Rate</u>	<u>Amount</u>	<u>Year</u>
<i>Craig A. Adams</i>				
	0.20	\$185.00	\$37.00	2007
CAA Total	0.20		\$37.00	

<i>Kathryn G. Zechman</i>				
	1.50	\$145.00	\$217.50	2006
	5.70	\$150.00	\$855.00	2007
KZ Total	7.20		\$1,072.50	

<i>Megan Micheals</i>				
	6.70	\$115.00	\$770.50	2007
MM Total	6.70		\$770.50	

<i>Ilona B. Tortorici</i>				
	1.80	\$100.00	\$180.00	2006
IBT Total	1.80		\$180.00	

<i>Angela Allor</i>				
	0.10	\$75.00	\$7.50	2007
AA Total	0.10		\$7.50	

<i>Patricia Coggins</i>				
	1.30	\$85.00	\$110.50	2007
TC Total	1.30		\$110.50	

Subtotal	17.30		\$2,178.00	
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Total Expenses			\$314.60	
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Total Fees & Expenses			\$2,492.60	
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<u>Projects: Type & Year</u>	<u>Hours</u>	<u>Amount</u>	<u>%</u>	<u>Additional Description</u>
2006 Tax Rtns: Corporation	13.40	1,698.00	78.0%	
Consulting	0.50	75.00	3.4%	
Fee App Exhibits	0.40	405.00	18.6%	
Totals	14.30	\$2,178.00	100.0%	

Prior Invoices

<u>Date</u>	<u>Period</u>	<u>Services</u>	<u>Expenses</u>	<u>Total Invoice</u>	<u>Amt Unpaid</u>
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International Heritage Inc

	<u>Hours</u>	<u>Rate</u>	<u>Amount</u>	<u>Year</u>	
<u>Interim Bill:</u>					
9/21/1999	12/1/99-9/20/99	\$26,898.50	\$540.09	\$27,438.59	\$0.00
<u>Approved:</u>	10/25/1999	\$27,438.59			
<u>Interim Bill:</u>					
8/30/2000	9/21/99-8/25/00	\$9,353.50	\$750.58	\$10,104.08	\$0.00
<u>Approved:</u>	10/23/2000	\$10,104.08			
<u>Interim Bill:</u>					
9/20/2001	8/26/00-9/19/01	\$7,874.50	\$390.64	\$8,265.14	\$0.00
<u>Approved:</u>	10/30/2001	\$8,265.14			
<u>Interim Bill:</u>					
9/24/2002	9/20/01-9/19/02	\$2,588.50	\$184.40	\$2,772.90	\$0.00
<u>Approved:</u>	11/7/2002	\$2,772.90			
<u>Interim Bill:</u>					
4/6/2004	9/20/02-4/5/04	\$3,349.40	\$364.00	\$3,713.40	\$0.00
<u>Approved:</u>	6/17/2004	\$3,713.40			
<u>Interim Bill:</u>					
12/11/2006	4/6/04-11/30/06	\$3,840.00	\$390.30	\$4,230.30	\$0.00
<u>Approved:</u>	1/16/2007	\$4,230.30			
Total Prior Invoices		\$53,904.40	\$2,620.01	\$56,524.41	\$0.00
<u>Total Prior Invoices Approved:</u>				\$56,524.41	

International Heritage, Inc
c/o Mr. Holmes Harden, Trustee
P O Drawer 19764
Raleigh, NC 27619

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Detail Description:

Project / Description	Employee	Date	Hours	Rate	Amount
BR - Prepare Fee App Exhibits Begin review of WIP descriptions & projects.	Katie Zechman	12/06/06	0.60	145.00	\$87.00
BR - Prepare Fee App Exhibits Complete review of WIP descriptions & projects.	Katie Zechman	12/07/06	0.30	145.00	43.50
BR - Prepare Fee App Exhibits Begin preparation of interim bill.	Ilona Tortorici	12/07/06	0.70	100.00	70.00
BR - Prepare Fee App Exhibits Review & finalize interim fee app attachments & time analysis	Katie Zechman	12/11/06	0.60	145.00	87.00
BR - Prepare Fee App Exhibits Complete preparation of interim billing analysis & attachments.	Ilona Tortorici	12/11/06	1.10	100.00	110.00
Bankruptcy Consulting Emails w. Jenny re 1998 payroll tax returns	Katie Zechman	1/25/07	0.30	150.00	45.00
Bankruptcy Consulting Emails w. AA re debtor records available	Katie Zechman	1/25/07	0.20	150.00	30.00
BR - Prepare Fee App Exhibits Review docket entries.	Angela Allor	2/08/07	0.10	75.00	7.50
BR - 1120 - 2006 Prepare Federal Extension form 7004 & NC extension form CD-419 for Franchise & Income tax.	Katie Zechman	3/10/07	0.30	150.00	45.00
BR - 1120 - 2006 Prepare Federal and NC corporate tax returns.	Megan Michaels	7/25/07	0.30	115.00	34.50
BR - 1120 - 2006 Review docket for entries that may affect taxes. Begin to analyze estate transactions. Begin 505b correspondence, tax return preparation and tax attribute analysis.	Katie Zechman	7/25/07	1.40	150.00	210.00
BR - 1120 - 2006 Analyze 2006 Trustee transactions. Read motions & orders related to SEC settlement to determine tax consequences of additional funds received in 2006	Katie Zechman	7/26/07	0.80	150.00	120.00
BR - 1120 - 2006 Summarize 2006 transactions. Read motions and orders that may have tax consequences. Continue to prepare Federal and NC corporate tax returns.	Megan Michaels	7/26/07	5.20	115.00	598.00

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BR - 1120 - 2006 Begin to review 2006 Corporate Federal & NC tax returns	Katie Zechman	8/16/07	0.90	150.00	135.00
BR - 1120 - 2006 Complete preparation of Federal and NC corporate tax returns.	Megan Michaels	9/06/07	1.20	115.00	138.00
BR - 1120 - 2006 Emails & phone call w. Jenny re documentation for funds received from lawsuit settlement	Katie Zechman	9/06/07	0.20	150.00	30.00
BR - 1120 - 2006 Continue to review 2006 corporate tax returns	Katie Zechman	9/06/07	0.70	150.00	105.00
BR - 1120 - 2006 Complete review of 2006 corporate tax returns.	Katie Zechman	9/06/07	0.90	150.00	135.00
BR - 1120 - 2006 Preparation of documents for taxing authorities related to 2006 tax returns.	Tricia Coggins	9/07/07	0.80	85.00	68.00
BR - 1120 - 2006 Partner review and sign 2006 Federal and NC corporate income tax returns and attached 505(b) correspondence	Craig Adams	9/08/07	0.20	185.00	37.00
BR - 1120 - 2006 Ensure trustee signed in all appropriate places.	Tricia Coggins	9/14/07	0.50	85.00	42.50
Total Services				<u>17.30</u>	<u>2,178.00</u>
BR - Image & Review Document Image and Review Charge	Administrative Ge	12/07/06	130.00	1.00	130.00
Bankruptcy Consulting PACER charges for 01-01-07 through 01-31-07	Administrative Ge	2/13/07	1.04	1.00	1.04
Bankruptcy Consulting PACER charges for 02-01-07 to 02-28-07	Administrative Ge	3/15/07	2.40	1.00	2.40
Bankruptcy Consulting PACER charges for 03-01-07 to 03-31-07	Administrative Ge	4/26/07	0.08	1.00	0.08
Bankruptcy Consulting PACER charges for 7-1-07 to 7-31-07.	Administrative Ge	8/13/07	4.00	1.00	4.00
BR - 1120 - 2006 Computer charge 2006 tax returns	Administrative Ge	9/07/07	135.00	1.00	135.00
BR - 1120 - 2006	Administrative Ge	9/07/07	17.40	1.00	17.40

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Detail Description:

Copies charge 2006 tax returns					
BR - 1120 - 2006	Administrative Ge	9/10/07	4.60	1.00	4.60
Priority, Holmes Harden, 2006 tax returns					
BR - 1120 - 2006	Administrative Ge	9/14/07	18.16	1.00	18.16
Certified, 2006 tax returns, IRS,OH 5.94, IRS,PA 5.94, NCDOR 6.28					
Bankruptcy Consulting	Administrative Ge	9/17/07	1.92	1.00	1.92
PACER charges for 08-01-07 to 08-31-07.					

Total Expenses		<u>314.60</u>
Services		2,178.00
Expenses		<u>314.60</u>
Total	<u>17.30</u>	<u>2,492.60</u>

Total Invoice Amount \$2,492.60

Professional Team at Adams, Martin & Associates PA

Craig A. Adams, CPA

Craig A. Adams* is a Principal in and Founder of Adams, Martin & Associates PA. He graduated in 1979 with a B.A. in Accounting from North Carolina State University. Mr. Adams is a Certified Public Accountant licensed in the State of North Carolina. He has the Series 6 and Series 66 Investment License. He added bankruptcy to the practice in 1987.

Kathryn G. Zechman, MBA, CPA

Kathryn G. Zechman* graduated from the University of Nebraska in 1999 with an M.B.A. and in 1997 with a B.S. in Accounting. She is a Certified Public Accountant licensed to practice in the state of North Carolina. Ms. Zechman has extensive tax knowledge and experience preparing individual, partnership and corporate tax returns. In addition, she has performed audits of banks, small companies and retirement plans.

Megan Micheals, CPA

Megan Michaels* graduated Summa cum Laude from the University of North Carolina at Greensboro in 2001 with a B.S. in Accounting. She is a Certified Public Accountant licensed to practice in North Carolina. Ms. Michaels has experience in corporate and individual taxation. She has worked with a broad range of clients including construction companies, manufacturing companies and service firms.

Ilona B. Tortorici

Ilona B. Tortorici is a paraprofessional working primarily in the bankruptcy department. Ms. Tortorici has worked in various accounting positions since 1979, including owning / managing a business for which she increased revenues / demand to the point of choosing to sell the business instead of opening a second store. She has worked in all aspects of industry accounting, including accounts payable, accounts receivable, general ledger adjustments and account reconciliation, supervisor and customer service.

Angela Allor

Angela Allor graduated from Wake Technical Community College in 2000 with an A.A. Degree in Human Services. Ms. Allor has data processing, database maintenance, report preparation and report analyzing experience.

Patricia Coggins

Patricia Coggins graduated from Salem College in 1975 with a B.A. in History and from Meredith College in 1989 with an M.B.A. Prior to joining the ACG Team in 2000, she represented Ashworth, Inc as an independent contractor in the golf industry. Ms. Coggins has data processing, database maintenance, report preparation, report analyzing, and accounting experience.

* Members of the American Institute of Certified Public Accountants and North Carolina Association of Certified Public Accountants.

STATE OF NORTH CAROLINA

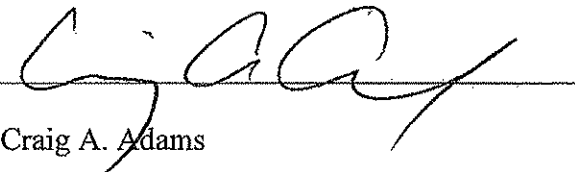
COUNTY OF WAKE

VERIFICATION

Craig A. Adams, being first duly sworn, deposes and says:

That he is the court appointed Certified Public Accountant in the accounting firm of Adams, Martin & Associates PA, the bankruptcy estate's general accountant in this action, and that he has read the foregoing Application for Certified Public Accountant for the Trustee for Interim Allowance of Compensation and Reimbursement of Expenses and prepared the itemization of expenses and detail of services rendered attached to it; that the matters and things alleged therein are true of his own knowledge, except those matters alleged on information and belief and as those he believes the same to be true.

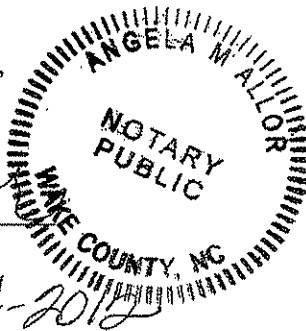
This the 31 day of December 2007.


Craig A. Adams

Sworn to and subscribed before me,
This 31 day of December 2007.



Notary Public

My Commission Expires: 2-14-2012



CERTIFICATE OF SERVICE

I, Holmes P. Harden, Trustee for International Heritage, Inc., do hereby certify that the Seventh Interim Application for Payment of Accountant's Fees and Expenses, hereto attached, was served upon the parties listed below by mailing a copy thereof to each such party at the address indicated below with its proper postage attached and deposited in an official depository under the exclusive care and custody of the United States Post Office in Raleigh, North Carolina, on the 17th day of February, 2009.

By: 
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Trustee for Debtor
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Post Office Drawer 19764
Raleigh, North Carolina 27619
Telephone: (919) 981-4000

SERVED:

Marjorie K. Lynch
Bankruptcy Administrator
Post Office Box 3758
Wilson, NC 27895

Craig Adams
Adams, Martin & Associates, PA
3801 Barrett Drive, Ste. 201
Raleigh, NC 27609

Terri Gardner
Attorney for Debtor
Poyner & Spruill, LLP
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